

**FISCAL NOTE**  
**HB 15 - SB 33**  
**SECOND EXTRAORDINARY SESSION**

November 9, 1999

**SUMMARY OF BILL:**

- Creates a task force to provide information to the General Assembly on the level of taxation imposed on alcoholic beverages, wine and beer. Outlines the membership of such task force.
- Requires the task force to compile certain information and report its findings and recommendations to the Governor, the State and Local Government Committees and the Finance, Ways and Means Committees of the House and Senate by March 15, 2000.
- Eliminates the sales tax exemption upon admission dues or fees for various amusement activities and organizations.
- Eliminates the sales tax refund available to motion picture companies under certain circumstances.

**ESTIMATED FISCAL IMPACT:**

**Increase State Expenditures - Not Significant**  
**Increase State Revenues - Exceeds \$14,000,000**  
**Increase Local Govt. Revenues - Exceeds \$5,000,000**

Estimate assumes:

- a not significant increase in state expenditures for the administrative costs and travel expenses of the task force.
- an increase in state revenues exceeding \$14,000,000 and an increase in local government revenues exceeding \$5,000,000 from the collection of sales and use taxes on previously exempt amusement items based on estimated amusement sales in the affected categories exceeding \$233,000,000.
- an increase in state revenues of less than \$1,000,000 and an increase in local government revenues of less than \$300,000 from the elimination of the sales and use tax refund for motion picture companies.

**CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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